

# ENVIRONMENTAL SERVICES Ltd.

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MAIL: 5653 42ND AVENUE SW

SEATTLE, WASHINGTON 98136-1516

January 6, 1993

Mr. Craig Bauer  
Alaska Marine Lines  
18000 Pacific Hiway South, Suite 800  
Seattle, Washington 98188

Dear Craig:

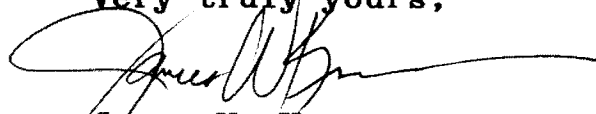
At our last meeting on December 28, 1992, you requested that Environmental Services, Ltd. provide you with a conceptual plan and budget for the disposition of oil contaminated soil located at 6250 South 228th in Kent, and at 5615 West Marginal Way S.W. and 7100 2nd Avenue South in Seattle. You also requested that we examine the Site Investigation and Site Assessment reports from Kennedy/Jenks/Chilton on the "Dock One" property at 5500 West Marginal Way S.W. in Seattle, due to Lynden's interest in the possibility of using the waste material in connection with 1993 construction at that site.

We have developed a conceptual plan for treatment and use of the oil contaminated soil that will cost about one-half the amount of money we estimate it would take to ship the contaminated soils for further processing or disposal. Our plan involves consolidation and bioremediation of all material at the Kent site, and processing of the soils with aggregate to prepare a classified fill material for a leveling course at the Dock One site by August, 1993.

Our preliminary contacts with the Washington Department of Ecology assure us that our procedure for treatment and disposal of the stockpiled material will require no permits, is in compliance with the policies and regulations of the State of Washington, and will sever Lynden's liability chain for this material.

In order to meet this rather aggressive schedule for bioremediation, we must start at the earliest possible time. We look forward to working closely with you in this effort to turn this liability into an asset.

Very truly yours,



James W. Kross  
President